## Message Text

UNCLASSIFIED

PAGE 01 TEHRAN 00944 270119Z ACTION NEA-10

INFO OCT-01 ISO-00 EB-08 /019 W

-----041766 271319Z /43

R 261106Z JAN 78 FM AMEMBASSY TEHRAN TO USDOC WASHDC INFO SECSTATE WASHDC 6619

**UNCLAS TEHRAN 0944** 

USDOC FOR CAGNE

E.O. 11652: N/A TAGS: BEXP IR

SUBJ: RENOVATION BAN ON FACTORIES MAY BE LIFTED

- 1. AN IMPORTANT BOOST IN DEMAND FOR A WIDE VARIETY OF MACHINERY WILL RESULT FROM A PROPOSED CHANGE IN CURRENT IRANIAN POLICY BANNING THE EXPANSION OR RENOVATION OF EXISTING INDUSTRIAL INSTALLATIONS WITHIN 120 KILOMETERS OF TEHRAN AND OTHER MAJOR CITIES. THIS 10-YEAR OLD PROHIBITION HAS BEEN INTERPRETED TO INCLUDE THE REPLACEMENT OF AN OUTMODED, INEFFICIENT, OR WORN-OUT MACHINE WITH ONE OF GREATER CAPACITY.
- 2. REPORTEDLY MINISTRY OF INDUSTRIES AND MINES NOW IS CONSIDERING THE NEED FOR RENOVATION AND MODERNIZATION OF SEVERAL THOUSAND FACOTIRES OF ALL SIZES IN ORDER TO STEP UP THE PRODUCTION OF MANY ESSENTIAL CONSUMER PRODUCTS INCLUDING FOODSTUFFS. REPORTEDLY AMONG THE PRECONDITIONS FOR APPROVAL WILL BE THE INSTALLATION OF ANTI-POLLUTION EQUIPMENT IN EACH UNIT AND THE USE OF SEMI-OR-FULLY AUTOMATIC EQUIPMENT. THE LATTER STEP WOULD BE CONSISTENT WITH GOVERNMENT POLICY TO SLOW OR END THE EMIGRATION OF RURAL INHABITANTS TO LARGE CITIES SUCH AS TEHRAN. UNCLASSIFIED

UNCLASSIFIED

PAGE 02 TEHRAN 00944 270119Z

3. COMMENT. THE NEWSPAPER REPORT WHICH APPEARED ON JANUARY 23 HAS BEEN HAPPILY RECEIVED BY LOCAL BUSINESS-MEN AND APPEARS TO BE GENERALLY ACCURATE. IT SHOULD OPEN NEW POSSIBILITIES FOR THE SALE OF U.S. EQUIPMENT. ALTHOUGH SPECIFIC DETAILS OF THE PLAN UNDER CONSIDERATION HAVE NOT BEEN ANNOUNCED, IT IS UNDERSTOOD THAT

FACTORY OWNERS NOW CAN SUBMIT THEIR REQUESTS FOR MODERNIZATION AND EXPANSION TO THE MINISTRY. IT IS PROBABLE THAT EXPANSION OF EXISTING INDUSTRIES INTO COMPLETELY NEW LINES WILL CONTINUE TO BE RESTRICTED IN VIEW OF THE GOVERNMENT'S DESIRE TO REDUCE POLLUTION AND TRAFFIC, AND THE GROWING DEMAND FOR WATER, POWER, HOUSING AND MUNICIPAL SERVICES. SULLIVAN

UNCLASSIFIED

NNN

## Message Attributes

Automatic Decaptioning: X Capture Date: 01 jan 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: n/a Control Number: n/a Copy: SINGLE Draft Date: 26 jan 1978 Decaption Date: 01 jan 1960 Decaption Note: Disposition Action: n/a

Disposition Approved on Date: Disposition Case Number: n/a Disposition Comment: Disposition Date: 01 jan 1960 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978TEHRAN00944
Document Source: CORE

**Document Unique ID: 00** Drafter: n/a

Enclosure: n/a Executive Order: N/A Errors: N/A

**Expiration:** Film Number: D780040-1053 Format: TEL

From: TEHRAN Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1978/newtext/t19780117/aaaaaogv.tel

Line Count: 70 Litigation Code IDs: Litigation Codes:

Litigation History: Locator: TEXT ON-LINE, ON MICROFILM Message ID: a6bc70df-c288-dd11-92da-001cc4696bcc

Office: ACTION NEA

Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a Previous Classification: n/a
Previous Handling Restrictions: n/a

Reference: n/a Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags:

Review Date: 07 mar 2005 **Review Event:** Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** 

Review Withdrawn Fields: n/a

SAS ID: 3705349 Secure: OPEN Status: NATIVE

Subject: RENOVATION BAN ON FACTORIES MAY BE LIFTED

TAGS: BEXP, IR To: COM Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS\_Docs/a6bc70df-c288-dd11-92da-001cc4696bcc

Review Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014

Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014